AMENDED IN SENATE JULY 6, 2015 AMENDED IN SENATE JUNE 30, 2015 AMENDED IN ASSEMBLY APRIL 21, 2015 AMENDED IN ASSEMBLY MARCH 26, 2015

CALIFORNIA LEGISLATURE—2015–16 REGULAR SESSION

ASSEMBLY BILL

No. 1420

Introduced by Assembly Member Salas

(Coauthor: Senator Vidak)

February 27, 2015

An act to add Section 101042 to the Health and Safety Code, and to add Sections 3270.5 and 3270.6 to the Public Resources Code, relating to oil and gas.

LEGISLATIVE COUNSEL'S DIGEST

AB 1420, as amended, Salas. Oil and gas: pipelines.

Existing law requires the Division of Oil, Gas, and Geothermal Resources to prescribe minimum facility maintenance standards for oil and gas production facilities, including pipelines that are not under the jurisdiction of the State Fire Marshal. Under the division's regulations, an owner or operator of an active environmentally sensitive gas pipeline that is a gathering line is required to perform a mechanical integrity test on the pipeline, unless it is less than 10 years old.

This bill would require a mechanical integrity test every 2 years for all active gas pipelines of any diameter that are identified by the division as environmentally sensitive. within sensitive areas, as defined. The bill would require the division, by January 1, 2018, to identify all active gas pipelines that are environmentally sensitive. within sensitive areas.

AB 1420 — 2 —

Existing law establishes local health departments, under the purview of the local health officer. Existing law prescribes various duties for those local health departments, including supervising remediation when hazardous waste is released and enforcing statutes relating to public health.

This bill would require a local health officer or his or her designee, if he or she is notified of a leak in-a an active gas pipeline-regulated by the division within a sensitive area and makes certain determinations, to take certain actions related to the leak, working collaboratively with the division and the owner or operator of that pipeline. The bill would require the local public health officer or his or her designee to direct the responsible party to notify residents affected by the leak if he or she determines that the leak poses a serious threat to public health and safety. Because the bill would require a local health officer or his or her designee to provide a higher level of service to the public, this bill would impose a state-mandated local program.

This bill would require owners or operators of pipelines under the division's jurisdiction, upon discovery of a leak from the pipeline, to notify the division and the appropriate local health officer or his or her designee of the leak. Because a violation of this requirement would be a crime, this bill would impose a state-mandated local program.

The California Constitution requires the state to reimburse local agencies and school districts for certain costs mandated by the state. Statutory provisions establish procedures for making that reimbursement.

This bill would provide that with regard to certain mandates no reimbursement is required by this act for a specified reason.

With regard to any other mandates, this bill would provide that, if the Commission on State Mandates determines that the bill contains costs so mandated by the state, reimbursement for those costs shall be made pursuant to the statutory provisions noted above.

Vote: majority. Appropriation: no. Fiscal committee: yes. State-mandated local program: yes.

The people of the State of California do enact as follows:

- 1 SECTION 1. Section 101042 is added to the Health and Safety
- 2 Code, to read:
- 3 101042. (a) If the local health officer or his or her designee is
- 4 notified of a leak in-a an active gas pipeline-that is regulated by
- 5 the Division of Oil, Gas, and Geothermal Resources pursuant to

-3- AB 1420

Article 4.4 (commencing with Section 3270) of Chapter 1 of Division 3 within a sensitive area pursuant to Section 3270.6 of the Public Resources Code and the local health officer or his or her designee determines that the leak poses a risk to public health or safety and the response to the leak has been inadequate to protect the public health or safety, the local health officer or his or her designee shall, working collaboratively with the division and the owner or operator of the pipeline, do both of the following:

- (1) Direct the responsible party to test, to the satisfaction of the agency overseeing the testing, the soil, air, and water in the affected area for contamination caused by the leak and disclose the results of the tests to the public.
- (2) Make a determination, based on the result of the tests, on whether the leak poses a serious threat to the public health and safety of residents affected by the leak, and provide assistance assistance, including temporary relocation, to those residents if it so determines.
- (b) If the local health officer or his or her designee determines, based on the results of the test, that the leak poses a serious threat to public health and safety, the local health officer or his or her designee shall direct the responsible party to notify all residents affected by the leak.
- (c) The responsible party shall be liable for the costs incurred by the local health officer or his or her designee pursuant to this section.
- SEC. 2. Section 3270.5 is added to the Public Resources Code, to read:
- 3270.5. (a) The division shall require a mechanical integrity test, as described in subdivision (e) of Section 1774.1 of Title 14 of the California Code of Regulations, or any successor regulation, every two years for all active gas pipelines of any diameter—that are environmentally sensitive, as defined in Section 1760 of Title 14 of the California Code of Regulations, or any successor regulation. within sensitive areas.
- (b) By January 1, 2018, the division shall identify all active gas pipelines of any diameter subject to this section.
- (c) For purposes of this section, "sensitive area" means any of the following:
- 39 (1) An area containing a building intended for human 40 occupancy, such as a residence, school, hospital, or business, that

AB 1420 —4—

1 is located within 300 feet of an active gas pipeline and that is not
 2 necessary to the operation of the pipeline.

- (2) An area determined by the supervisor to present significant potential threat to life, health, property, or natural resources in the event of a leak from an active gas pipeline.
- (3) An area determined by the supervisor to have an active gas pipeline that has a history of chronic leaks.
- SEC. 3. Section 3270.6 is added to the Public Resources Code, to read:
- 3270.6. Upon the discovery of a leak from—a an active gas pipeline under the jurisdiction of the division, division that is within a sensitive area, as defined in Section 3270.5, the owner or operator of the pipeline shall promptly notify the division and the local health officer, or his or her designee, of the jurisdiction in which the leak is located.
- SEC. 4. No reimbursement is required by this act pursuant to Section 6 of Article XIIIB of the California Constitution for certain costs that may be incurred by a local agency or school district because, in that regard, this act creates a new crime or infraction, eliminates a crime or infraction, or changes the penalty for a crime or infraction, within the meaning of Section 17556 of the Government Code, or changes the definition of a crime within the meaning of Section 6 of Article XIIIB of the California Constitution.
- However, if the Commission on State Mandates determines that this act contains other costs mandated by the state, reimbursement to local agencies and school districts for those costs shall be made pursuant to Part 7 (commencing with Section 17500) of Division 4 of Title 2 of the Government Code.